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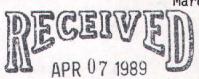
United States Department of the Interior

BUREAU OF LAND MANAGEMENT

2700 (U-047)

Dixie Resource Area Office 225 North Bluff, P.O. Box 726 St. George, Utah 84770 (801) 673-4654

March 7, 1986



Mr. B. Don Taylor President Color Country Development Corp. 94 West Tabernacle St. George, Utah 84770

DIVISION OF OIL, GAS & MINING

Dear Mr. Taylor:

Thank you for the information concerning the issues of the Mile's land sale.

Attached are two letters from 1982 pertaining to the water facilities. Color Country Development did not follow through with the right-of-way filing as Mr. Rowley suggested (7/4/82).

If you have water rights which could be disturbed by 5-M's mining operation, be advised that the integrity of the water delivery system must be maintained by the mining operator. Check with the State Water Engineer regarding your water rights.

The water tank is <u>not</u> on the BLM land to be sold to Mr. Miles and he acknowledges this fact (personal communication 3/6/86). Any water lines on the BLM parcel can obtain rights if necessary prior to the sale providing the interested parties pursue the matter and notify us of those intentions. I will be most happy to meet with you on the site and review any conflicts with your interests.

Frank Rowley
Area Manager

Sincere

Enclosures

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